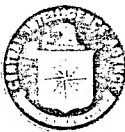
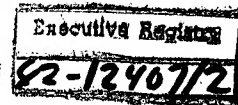


CONFIDENTIAL  
Central Intelligence Agency

Washington, D. C. 20505



3 NOV 1982

MEMORANDUM FOR: Bohdan Denysyk  
Deputy Assistant Secretary for Export  
Administration  
Department of Commerce

SUBJECT : Microelectronics Case Study on USSR [redacted] 25X1

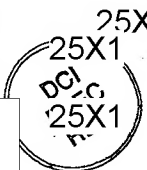
REFERENCE : Your Memorandum Concerning the USSR  
Microelectronics Case Study, dated 7 October  
1982

1. Thank you for your remarks concerning the Microelectronics Case Study. I am pleased that the Scientific and Technical Intelligence Committee's working group was able to satisfy your needs in this area. The members of the working group have been informed of your comments. They worked hard on this study and they are pleased to have direct feedback from you. The Microelectronic Case Study will be published by the STIC in the near future for a wider, but still limited, circulation within government circles. I hope your colleagues find this study as useful as you have. [redacted] 25X1

2. The microelectronics study benefited from unique information and a continuing analytic effort by the CIA and other Community members over the past two decades. Unfortunately, Community resources are not as well-positioned to support the other country studies cited in your memorandum to the same depth as the USSR study. However, we have completed a study on [redacted] 25X1

Diversions of Western Technology to the USSR and Eastern Europe" that covers your concerns in the computer area. I have asked TTAC to forward a copy to you. Diversions of computer and microelectronics equipment [redacted] to the PRC will be treated in a current interagency study under TTIC auspices that is looking at Western technology acquisition by the PRC. TTAC is currently studying trade diversions of Western technology to the USSR and EE through third countries. [redacted] 25X1

CONFIDENTIAL



-137

SUBJECT: Microelectronics Case Study on USSR [ ]

25X1

3. CIA is examining the feasibility of doing a study concerning the transfer of numerically controlled machine tools and related equipment to the Soviet Union. We will advise you of the possibility of doing a study in this area. The STIC and the TTIC are also exploring ways of identifying specific examples of Western technology used in Soviet weapons, military systems, and defense-related R&D and manufacturing facilities. This effort may result in several specific case studies of Western-USSR technology transfer that may be of interest to you. [ ]

25X1

~~/S/ John N. McMahon~~

John N. McMahon  
Deputy Director of Central Intelligence

**Page Denied**